



Half Year Consolidated Financial Report

31 December 2021

New Age Exploration Ltd
ACN 004 749 508
Level 2, 480 Collins Street
Melbourne, VIC 3000

NEW AGE EXPLORATION CONSOLIDATED FINANCIAL REPORT

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

CONTENTS

DIRECTORS' REPORT	3
REVIEW OF OPERATIONS	4
AUDITOR'S INDEPENDENCE DECLARATION	20
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	21
CONSOLIDATED STATEMENT OF FINANCIAL POSITION	22
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	23
CONSOLIDATED STATEMENT OF CASH FLOWS	24
NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS	25
DIRECTORS' DECLARATION	28
INDEPENDENT AUDITOR'S REVIEW REPORT	29

DIRECTORS' REPORT

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Your Directors present their report, together with the consolidated financial statements of New Age Exploration Limited ('the Company') and its controlled entities ('NAE' or the 'Consolidated Entity') and the independent auditor's review report thereon, for the half year ended 31 December 2021.

Directors

The names of the Directors of the Company in office at any time during or since the end of the period are as follows:

Mr A Broome, AM (Non-Executive Chairman)

Mr J Wellisch (Executive Director)

Mr A Wing (Non-Executive Director)

Principal activities

During the financial half-year, the principal continuing activities of the Consolidated Entity consisted of exploration activities with the view to identifying and advancing attractive mineral deposits of sufficient grade and size to provide sustainable returns to shareholders.

Review of Operations

The loss of the Consolidated Entity for the period, after providing for income tax, amounted to \$605,566 (31 December 2020: \$1,639,620). The detailed Review of Operations follows this Directors' Report.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year

Subsequent events

No matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect, the Consolidated Entity's operations, the results of those operations, or the Consolidated Entity's state of affairs in future financial periods.

Auditor's Independence Declaration

A copy of the auditor's independence declaration in relation to the review for the half-year ended 31 December 2021 is included on page 20.

This report is made in accordance with a resolution of the directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.



Joshua Wellisch
Executive Director

16th March 2022

REVIEW OF OPERATIONS

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

HIGHLIGHTS

PILBARA GOLD PROJECTS

- Acquired northern Pilbara tenements from Monterey
- Exploration licences granted within Quartz Hill project:
 - E47/4408 and E47/4450
 - E47/5724, E47/5725 and E47/5726 covering an additional 651km²
- NAE's 100% owned and granted Pilbara Projects now total 2,030km²
- A synthesis of all available geophysical datasets was completed by Fathom Geophysical Consultants. identified multiple new Hemi-Style gold targets and rare metal pegmatites.
- Multiple high priority "Hemi Style" and Structural gold targets have been identified for immediate drill testing across the Company's extensive project portfolio
- Phase 2 Drilling commenced on high priority Hemi-style and structural gold targets, a total of 1,500m of the planned 5,000m RC drilling programme completed on schedule
- Initial focus was on high priority targets within the Brahman Gold Project. All assays pending.
- Geochemical soil surveys underway across all projects with helicopter and ground support
- Ongoing target generation, refinement and prioritisation will be underpinned by results obtained from the current phase of exploration activity

NEW ZEALAND GOLD PROJECTS

Lammerlaw Gold Project, Otago Goldfield

- Commenced work to start New Zealand 2021/2022 summer field season
- Ridge and spur geochemical soil sampling continued along the previously identified northern EM lineaments and commenced along the southern EM lineaments to test new targets
- Advanced the project with a subsequent exploration permit application over 75km²
- Applied to extend duration of prospecting permit (MPP60544) to continue ridge and spur soil sampling along electromagnetic lineation
- Received additional gold assay results from in-fill soil sampling completed earlier in 2021 that show a series of significant northwest trending gold-arsenic anomalies that are 200m-1,000m in strike extent

O.P.Q. (Otago Pioneer Quartz) Project

- Secured land access to complete trenching

LOCHINVAR COAL PROJECT – SCOTLAND

- Central licence renewal executed ensuring all tenements are in good standing and 100% owned

CORPORATE

- The Company has cash reserves of A\$5.029m as at 31 December 2021
- AGM of shareholders was held on 23 November 2021 and all resolutions considered were put to a vote on a Poll and were passed

PILBARA GOLD PROJECTS – WESTERN AUSTRALIA

Monterey Acquisition

In late August, the Company announced its acquisition of the Central Pilbara tenements from Monterey Minerals Inc (CSE:MREY) (Monterey). Under the Option and Asset Sale Agreement dated 28 September 2020 between NAE, Monterey and their subsidiaries, NAE had the right to acquire 100% ownership of the Tenements from Monterey.

The acquisition followed an initial review of the results from the first phase of drilling recently completed on the tenements. The drill programme comprised 37 shallow air core holes for ~1,159m on the high priority targets within the northern package of Pilbara Gold projects including E47/5064, E47/5065 and E47/3958. The tenure is located north of, and within ~50km of De Grey Mining's (ASX:DEG) recent Hemi gold discovery (Maiden Mineral Resource estimate 6.8 Million Ounces of Gold, 23 June 2021) in the highly prospective Central Pilbara Gold district, Western Australia.

Recent Activities

In late October, the Company announced that it had completed a synthesis of all available geophysical datasets over its Central Pilbara Project. Refer Figure 1. The application of industry leading, proprietary data filtering technology enhanced critical features relevant to the mineral systems and deposit models being targeted. Understanding these key elements was a critical next step in guiding effective exploration across the Company's extensive ground holding in the region (2,030 km²).

The recent work identified 104 new Hemi-style IRGS targets, 66 new structural targets and refined previously reported targets. Numerous high priority targets display clear similarities with the Hemi Gold Deposit and with those associated with the Scholl, Mallina and Tabba Tabba Shear Zones. None of the new targets had been previously drill tested.

Importantly, refinement of previously identified targets now indicated that much of the initial campaign of drilling by NAE did not reach target depths due to limited capacity of the rig which was available at the time and therefore those targets also remain untested. Low order gold and base metal geochemical anomalism reported from this phase of drilling is however encouraging in that it may be associated with a deeper, untested source.

The geophysical data synthesis completed by Fathom Geophysics incorporated a range of open file public domain regional scale data sets together with prospect scale surveys completed by NAE during April 2021.

NAE's helicopter supported field work confirmed the presence of historically mapped occurrences of rare metal pegmatites with recorded Lithium-Tantalum-Tin-Beryl mineralisation at several locations along strike to the southwest of the world-class Wodgina-Mt. Francisco Lithium-Caesium-Tantalum (LCT) Pegmatite Belt, ~50km southwest of Mineral Resources' (ASX: MIN) Wodgina Mine (one of the largest hard rock lithium mines in the world) and ~29km southwest of Pilbara Minerals' (ASX: PLS) Mt. Francisco Lithium-Tantalum Project.

Historical reports indicate small scale production of tin, tantalum and beryl. None of the occurrences have been previously drill tested. Assessment of all project areas for additional rare metal pegmatites is ongoing. Photos 1 and 2 below show the outcropping quartz core of a zoned pegmatite located in the Quartz Hill Project. Figure 5 presents a schematic model of mineral zonation within rare metal pegmatites.

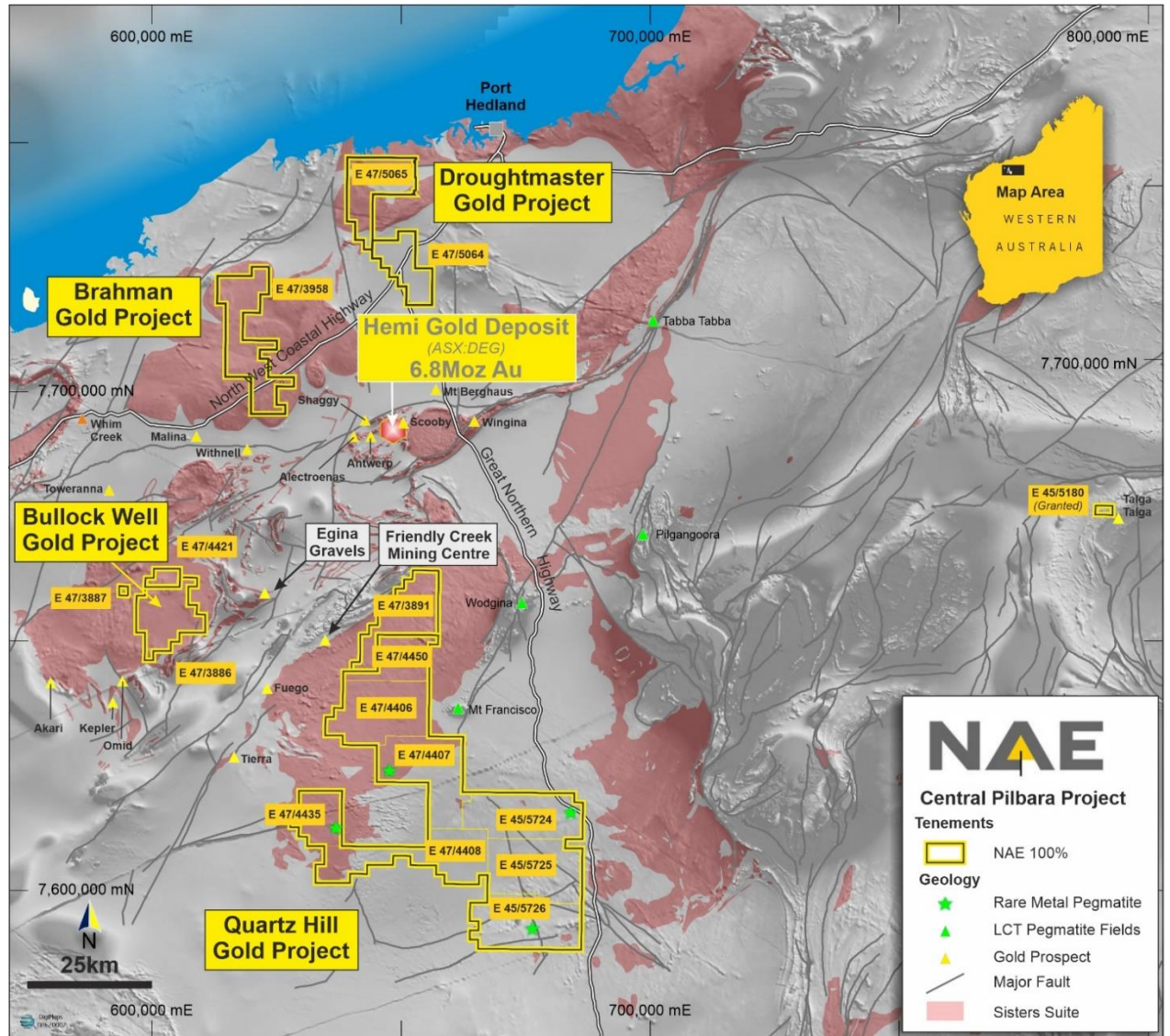


Figure 1: Central Pilbara Project

Geophysical Data Filtering work completed by Fathom Geophysics clearly shows the majority of known gold occurrences (including the Hemi Gold Deposit) to be situated on or in close proximity to major NNE to E-W trending structures or second and third order N-S to NNW trending splay faults. These features represent a potential locus of deep crustal/mantle tapping faults and an associated plumbing system for circulating and trapping mineralising fluids. Numerous of these structures trend thorough NAE's project and represent high priority target areas considered worthy of drill testing. (Refer Figure 2.)

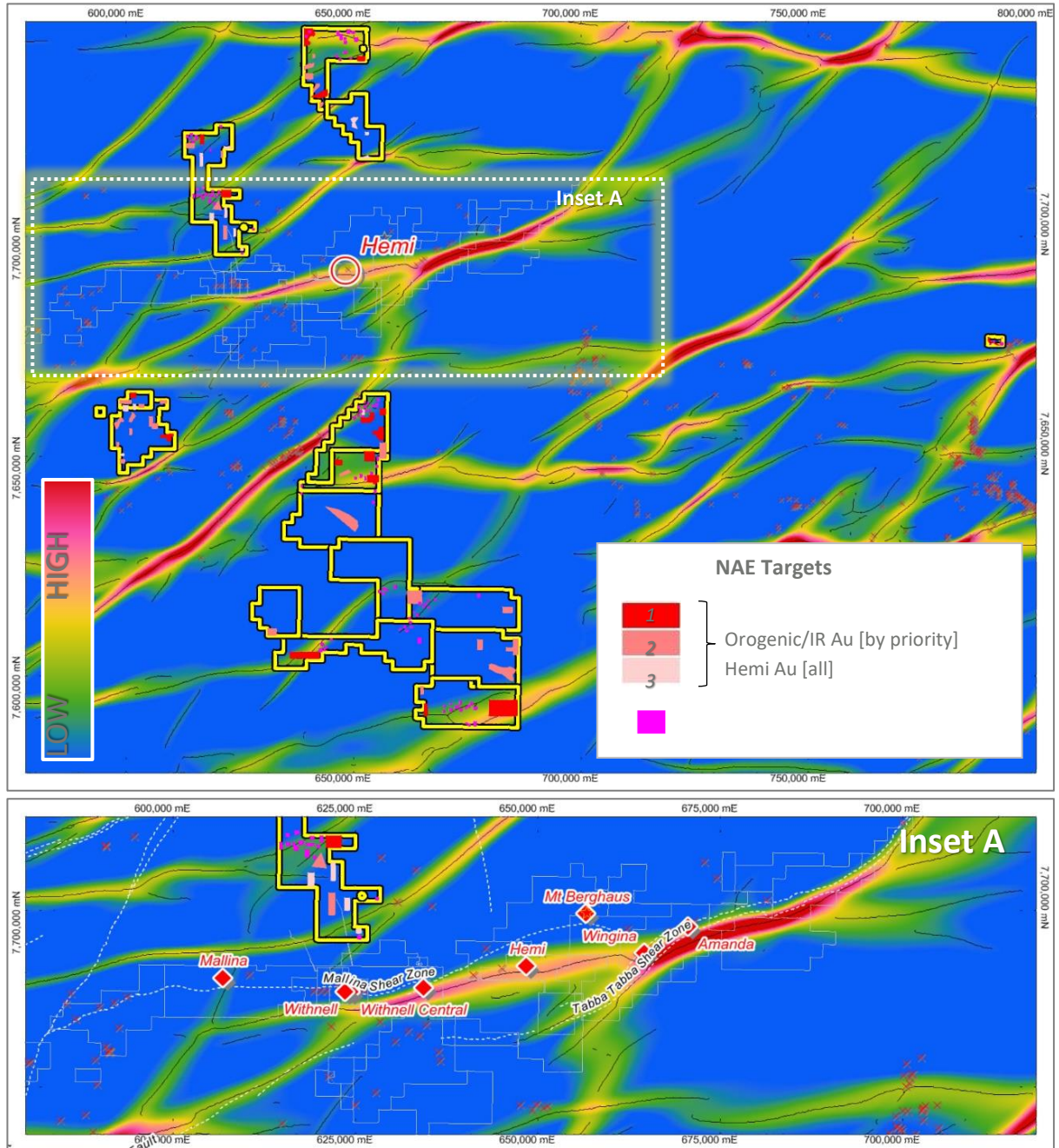
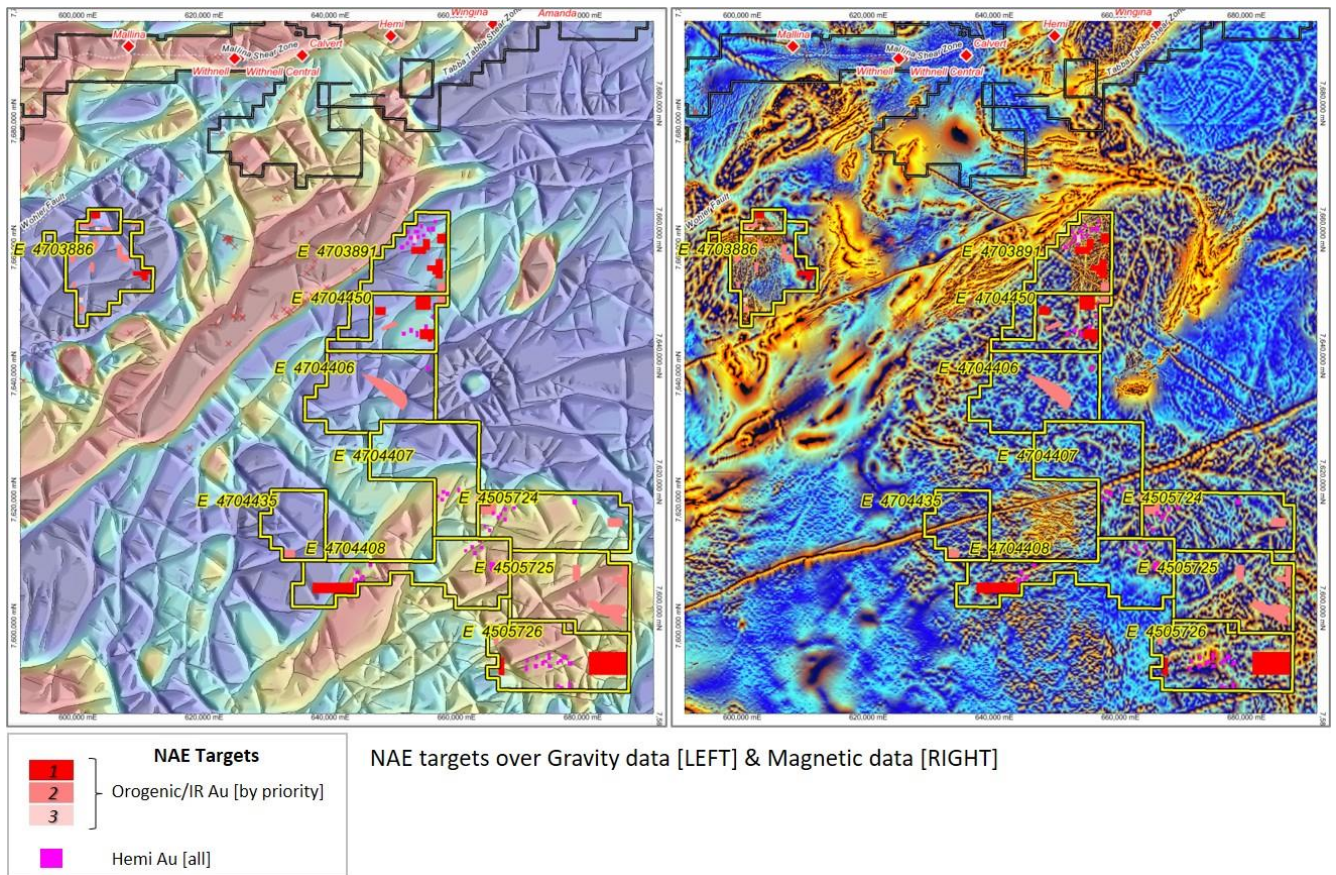


Figure 2: Shows the NAE targets over gravity derived belt parallel structure. An inset over the De Grey Mining tenement package is included, highlighting the location of Hemi and other significant deposits. Note the number of Hemi-type belt parallel and linking structures passing through NAE's project tenure.

Prospect Scale

The geophysical data synthesis significantly improved the Company's understanding of the regional framework and structural architecture of the project area. The work identified 104 new Hemi-style IRGS targets, 66 structural targets and refined previously reported targets. (Refer Figures 2, 3 & 4.)

Figure 3: NAE targets over Bullock Well and Quartz Hill Gold Projects.



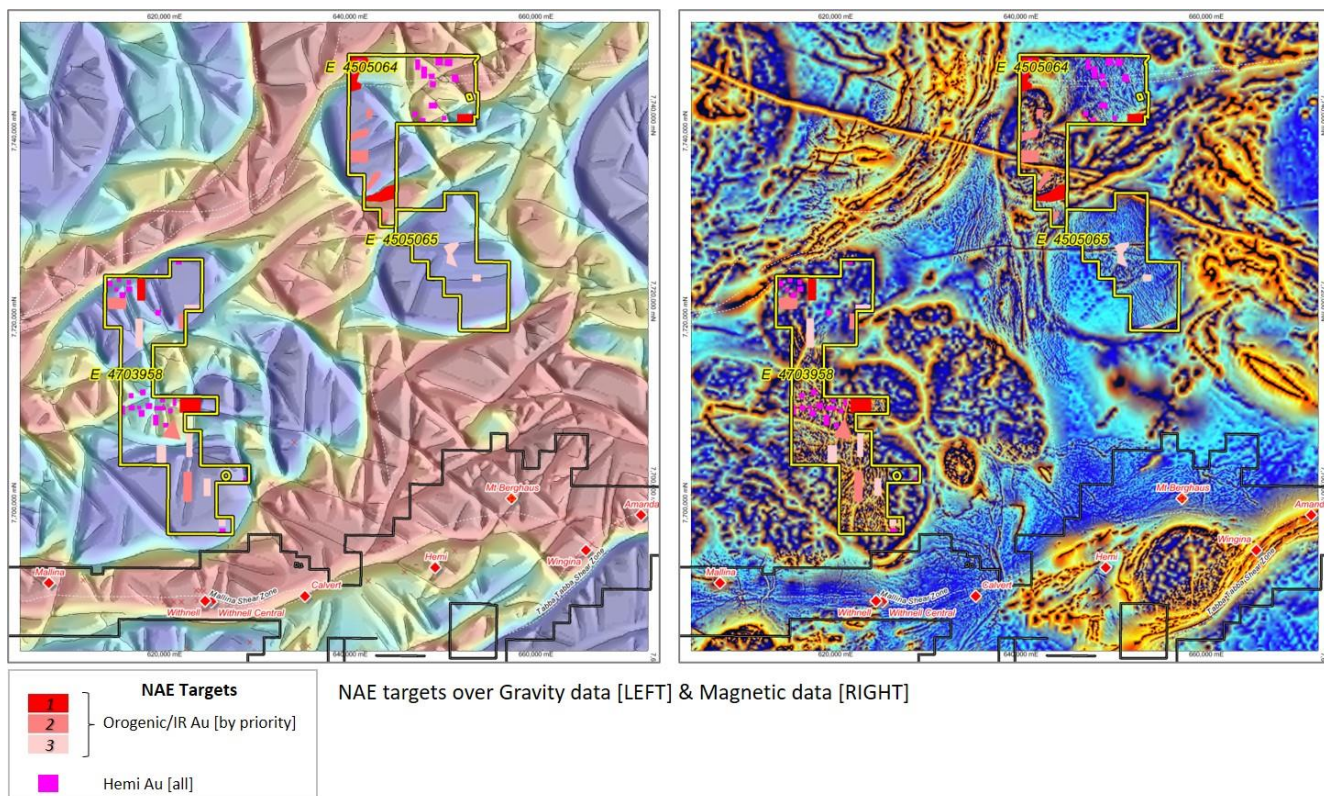
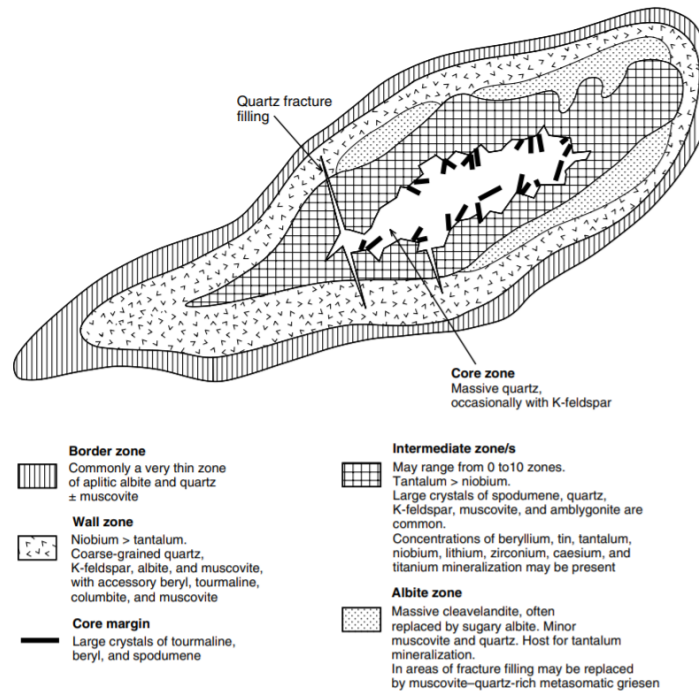


Figure 4: NAE targets over Brahman and Droughtmaster Gold Projects.



Photo 1 & 2: Lithium-Tantalum-Tin-Beryl Pegmatites showing Quartz core zone at Quartz Hill Project.

Figure 5: Rare Metal Pegmatite Zonation – Schematic Model after Cerny et al 1993



In late November, the Company announced that it had commenced its Phase 2 drilling programme at its Central Pilbara Gold Projects. Refer Figures 1 and 6. The program was designed to follow-up high priority targets defined from its Phase 1 drilling in conjunction with a pipeline of new targets identified from recent data synthesis and proprietary data filtering technology undertaken on multiple geophysical data sets by Fathom Geophysics.

The Company announced in late December that the first 1,500m of the Phase 2 drilling programme had been completed. Refer to Figures 1 and 6. The Company engaged Strike Drilling to undertake the program and was committed to completing as much of the planned drilling as possible prior to the closure of the 2021 field season. Helicopter and ground supported regional and prospect scale soil geochemical surveys over priority areas at all Projects also commenced to further refine additional targets ahead of follow-up drill testing.



Photo 3: Strike Drilling T450 Aircore/Reverse Circulation Rig

Initial focus was on the Brahman and Droughtmaster Gold Projects (E47/3958 and E47/5064/5065 respectively) which are located north of, and within ~50km of De Grey Mining's (ASX:DEG) Mallina Gold Project and the recent Hemi gold discovery. The first 1,500m of the planned 5,000m were completed prior to closure of the 2021 field season. (Refer to Figures 1 and 6.)

Due to the enormous backlog of samples within the laboratory system, assays for all samples are pending.

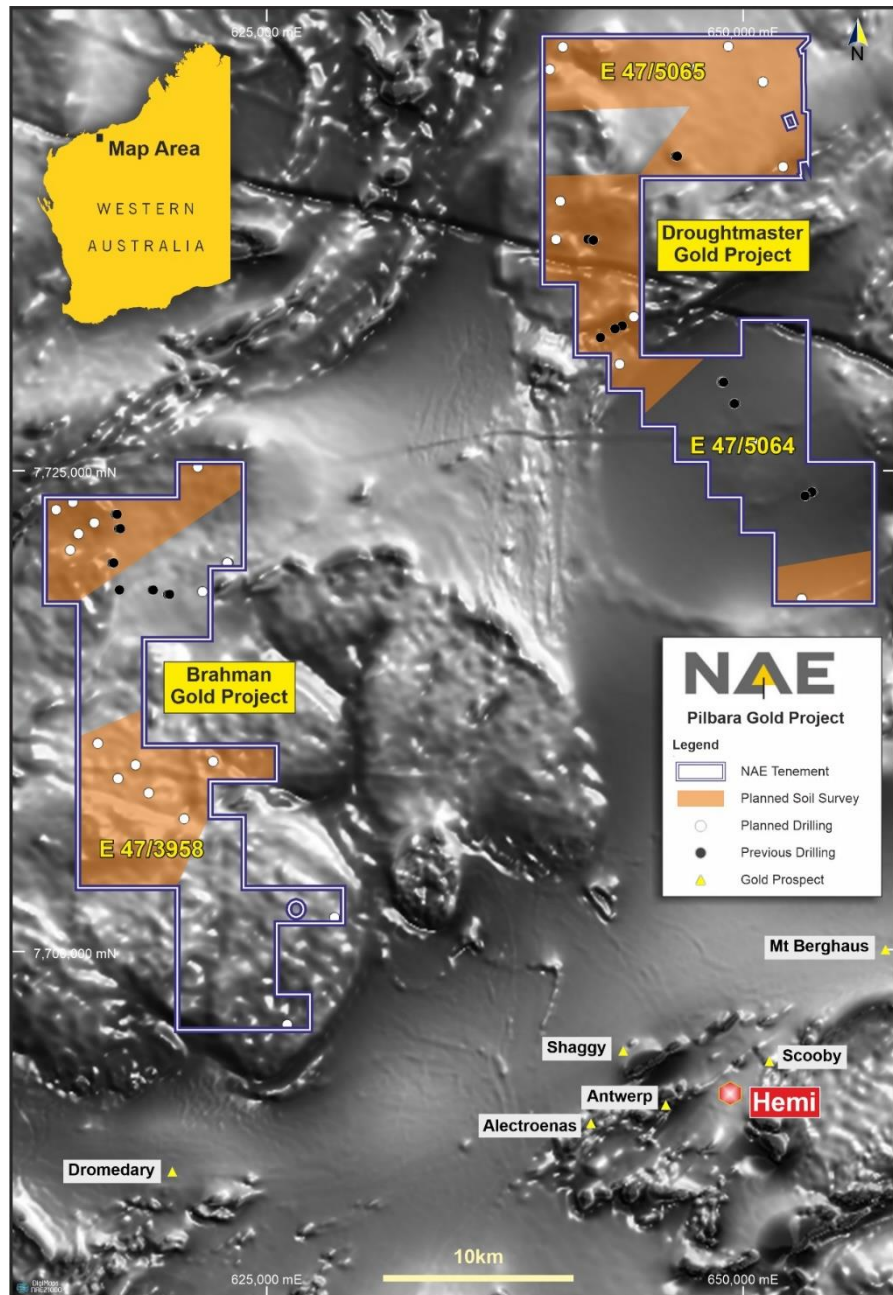


Figure 6: Location of NAE's Central Pilbara Brahman and Droughtmaster Gold Projects over regional grey scale aeromagnetics showing planned drilling and areas of soil geochemical surveys.

Next Steps

Ongoing target generation, refinement and prioritisation will be underpinned by results obtained from the current phase of exploration activity including surface geochemical surveys, drilling, continued assessment of airborne and ground geophysical data.

NEW ZEALAND GOLD PROJECTS – LAMMERLAW GOLD PROJECT

In early October, the Company advised that its technical team at Verum Group commenced work on its New Zealand project for the 2021/2022 summer season. Over October further ridge and spur soil lines were completed along electromagnetic lineaments identified in April 2020 within the Lammerlaw Gold Project.

Lammerlaw Ridge and Spur Soil Lines

NAE are continuing ridge and spur soil sampling along the northwest trending geophysical lineaments within prospecting permit 60544. These lineaments occur at boundaries between high and low response on airborne electromagnetic surveys that represent potential contact zones between pelitic (high response) and psammitic (low response) schist, see Figure 7. These contact zones preferentially host mineralised shearing and veining in other deposits in the Otago Schist, such as Oceana Gold's ~10Moz Macraes Gold Deposit (ASX: OGC) and Santana Minerals recent Bendigo-Ophir gold discovery (ASX: SMI).

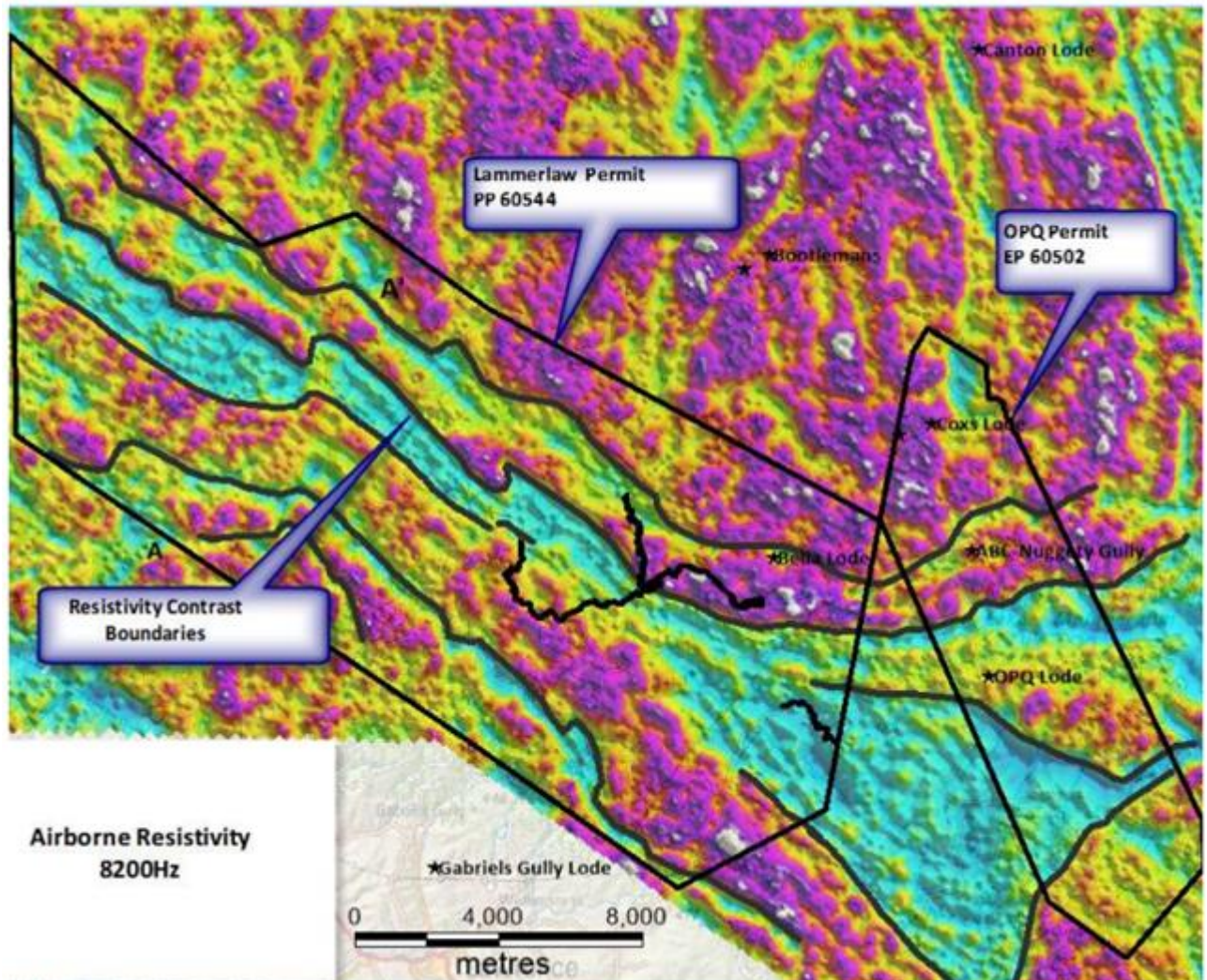


Figure 7: EM lineaments overlain by 8200Hz resistivity results

Eight ridge and spur soil sample lines at 50m spacings were completed in October 2021. Of the eight lines, four are located on the northern EM lineaments previously sampled in the 2020/2021 field

campaign where anomalous gold-arsenic trends were identified and NAE had applied for a exploration permit over ~75km², see NAE's [28 April 2021](#) and [20 July 2021](#) announcements. These four lines are located along strike to the northwest on Department of Conservation land which NAE holds a minimum impact activity consent to carry out the soil sampling.

The remaining four ridge and soil lines are located on the southern EM lineaments yet to be tested by NAE. The southern EM lineaments show a similar geophysical response to the northern EM lineaments where NAE has identified anomalous gold-arsenic zones from previous soil sampling.

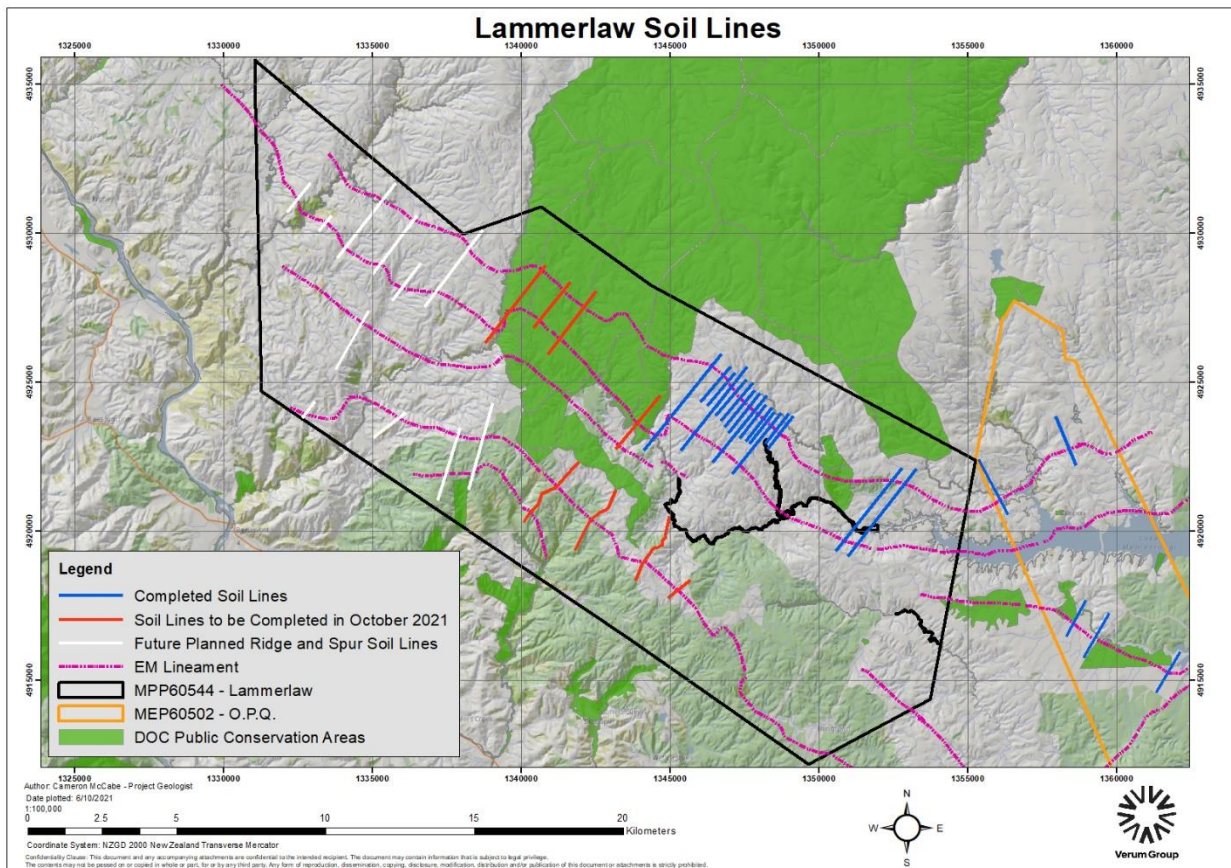


Figure 8: Planned Ridge and Spur Soil Lines at Lammerlaw

Further in fill soil lines will target Arsenic, Gold or base metals anomalies which are associated with low angle shear-host orogenic gold mineralisation. NAE is also actively working towards gaining access to the land over the western side of the Lammerlaw Gold Project to complete the additional eleven (11) ridge and spur soil lines as shown in Figure 8.



Photo 4: Verum Group undertaking soil sampling at Lammerlaw

O.P.Q. (Otago Pioneer Quartz) Trenching

NAE obtained an access arrangement to farmland in MEP60502 to complete trenching as part of Phase 2 exploration programme at O.P.Q. Trenching is planned along strike extension of the O.P.Q. trend identified from previous shallow percussion drilling completed in 2019. Trenching is planned in areas where basement schist is <2m from surface. A follow up Phase 3 programme, comprising of RC and/or diamond drilling (>50m deep holes), will be developed to test the depth of the southern strike extensions of O.P.Q.

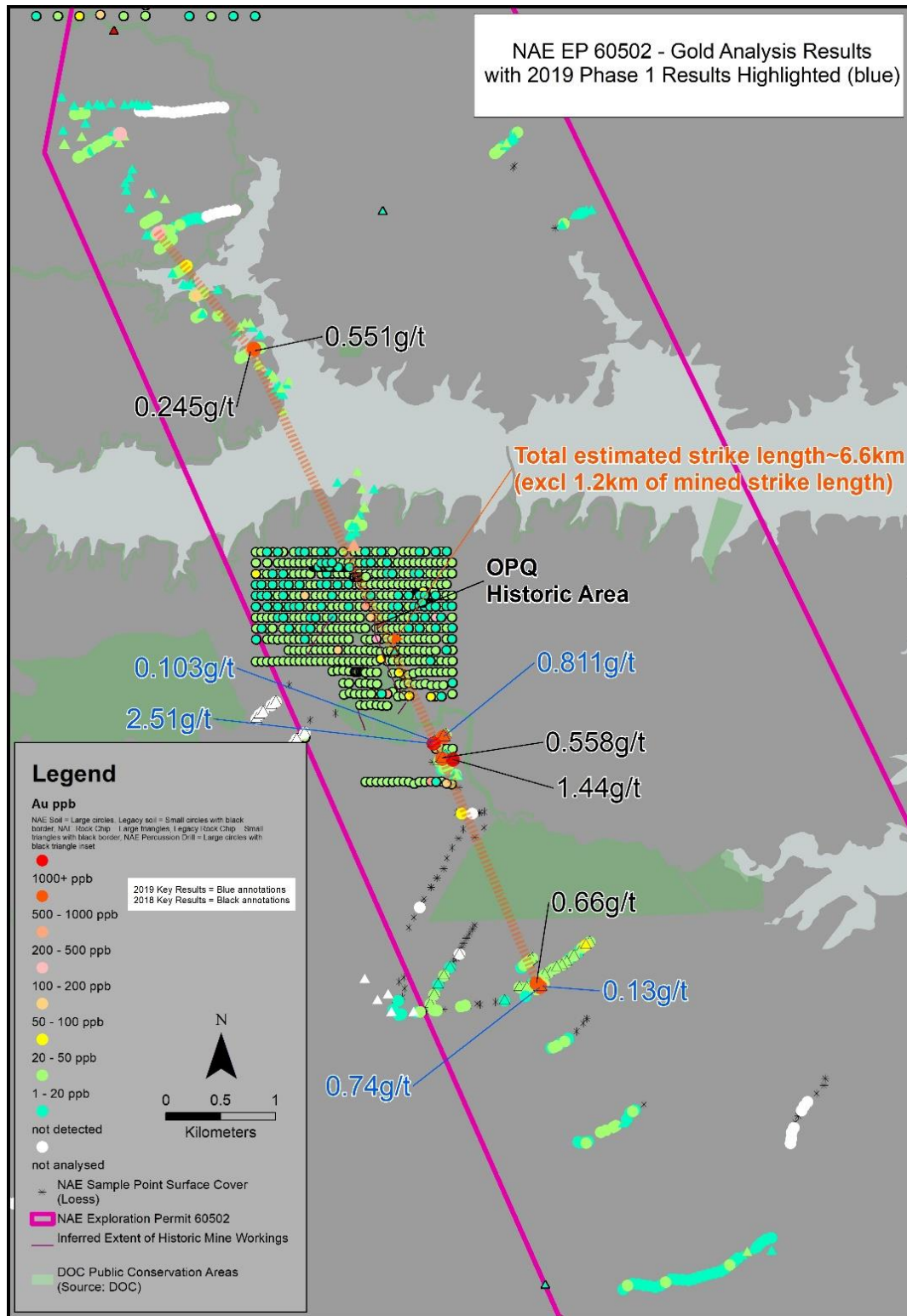


Figure 9: O.P.Q. estimated strike length. Taken from NAE ASX Announcement 12 December 2019



Figure 10: New Zealand Tenement Map showing NAE's projects and other notable explorers in the region

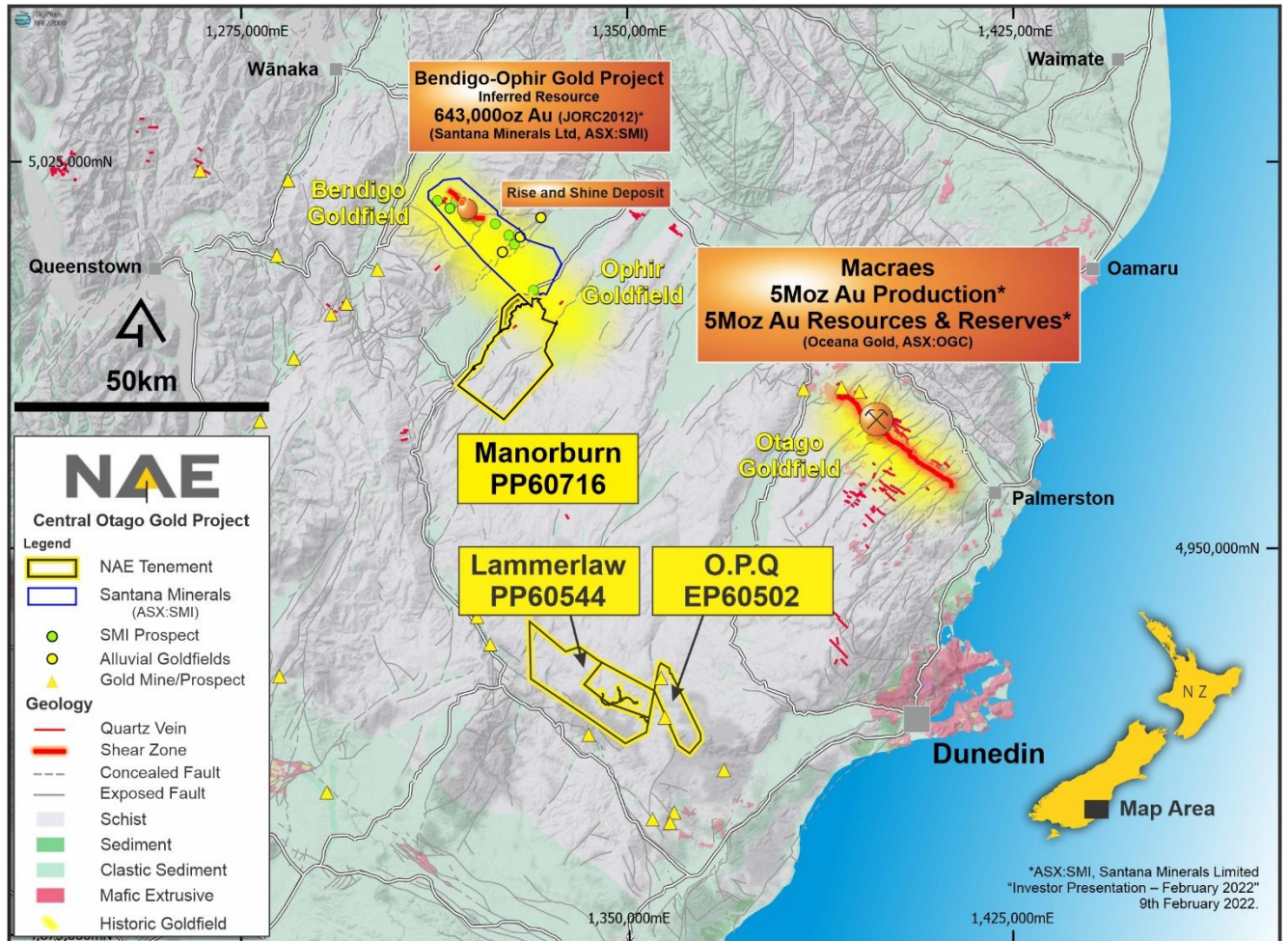


Figure 11: Otago Tenement Map showing NAE's projects and other notable explorers in the region

LOCHINVAR COAL PROJECT - SCOTLAND

The Lochinvar Coking Coal Project is located on the Scotland/England border. NAE holds exploration licences, conditional mining licences and option agreements over the Lochinvar area, Lochinvar North area and Lochinvar South area as shown in Figure 11. All licences are now in good standing and are 100% owned by NAE.

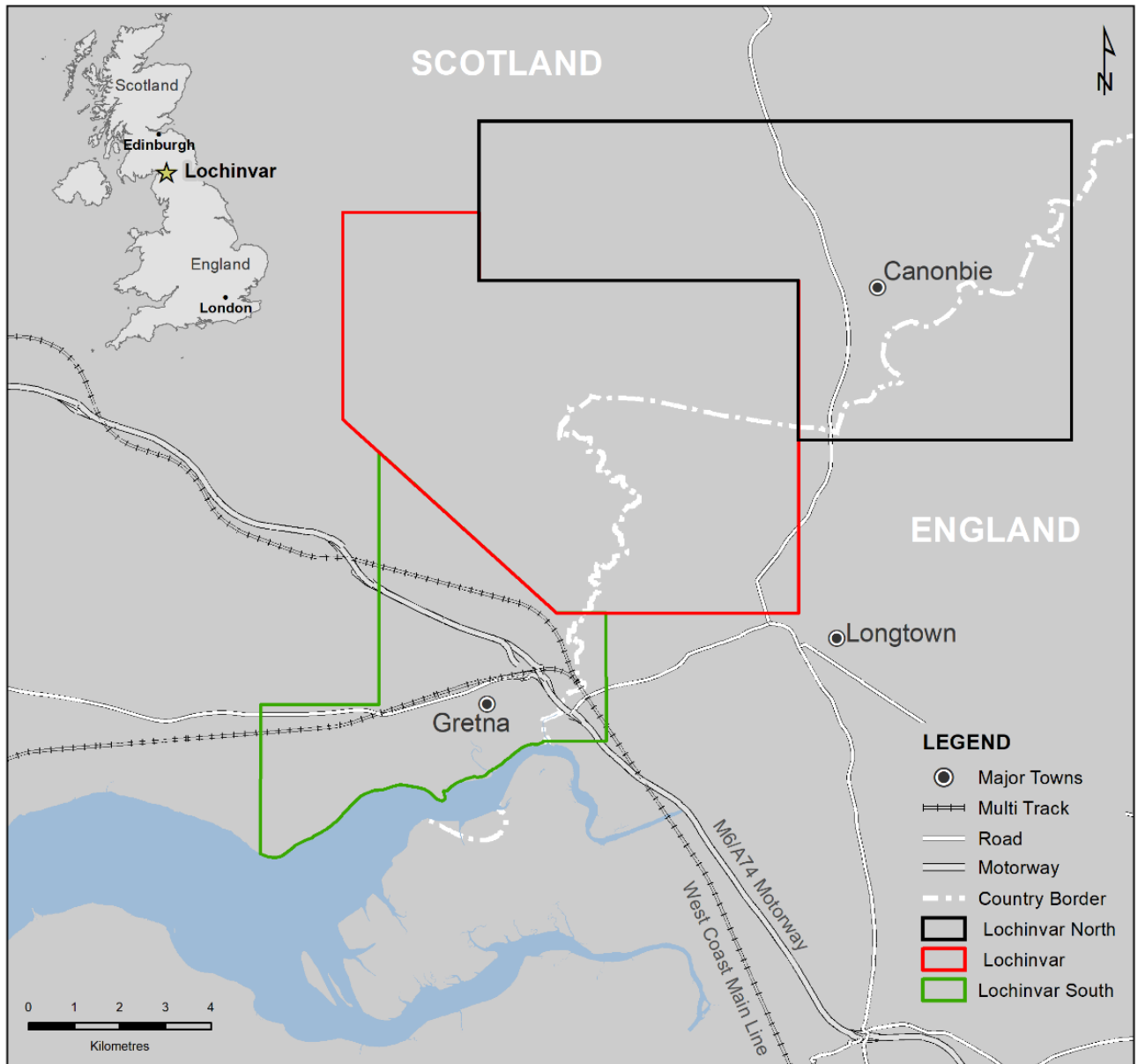


Figure 12: Location of the Lochinvar Licences

RSM Australia Partners

Level 21, 55 Collins Street Melbourne VIC 3000

PO Box 248 Collins Street West VIC 8007

T +61 (0) 3 9286 8000

F +61 (0) 3 9286 8199

www.rsm.com.au

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of New Age Exploration Limited and its controlled entities for the half year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.



RSM AUSTRALIA PARTNERS



R J MORILLO MALDONADO
Partner

Dated: 16 March 2022
Melbourne, Victoria

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Note	Half year ended 31 Dec 2021 \$	Half year ended 31 Dec 2020 \$
Revenue			
Other income		2,000	41,001
Expenses			
Consulting and corporate expenses		(160,956)	(115,246)
Employee benefits expense		(142,150)	(147,823)
Share based payments remuneration		-	(668,368)
Administrative expenses		(250,375)	(252,711)
Exploration and evaluation		(54,085)	(496,473)
Loss before income tax expense		(605,566)	(1,639,620)
Income tax expense		-	-
Loss for the period from continuing operations		(605,566)	(1,639,620)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Movement in exchange differences on translating foreign operations		(133)	(38,973)
Income tax expense		-	-
Other comprehensive (loss)/ income		(133)	(38,973)
Total comprehensive loss for the period		(605,699)	(1,678,593)
<i>Profit/(Loss) per share attributable to the owners of New Age Exploration Limited</i>		Cents	Cents
Basic loss per share		(0.04)	(0.16)
Diluted loss per share		(0.04)	(0.16)

The above consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the attached notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

	Note	31 Dec 2021 \$	30 June 2021 \$
Current assets			
Cash and cash equivalents		5,029,757	6,375,836
Trade and other receivables		68,070	80,065
Prepayments		46,769	13,398
Other financial assets		25,000	25,000
Total current assets		5,169,596	6,494,299
Non-current assets			
Property, plant and equipment		19,037	21,708
Exploration and evaluation assets	2	1,579,632	851,148
Total non-current assets		1,598,669	872,856
Total assets		6,768,265	7,367,155
Current liabilities			
Trade and other payables		213,074	285,489
Total current liabilities		213,074	285,489
Total liabilities		213,074	285,489
Net assets		6,555,191	7,081,666
Equity			
Contributed equity	3	33,959,740	33,880,516
Reserves		1,864,032	1,864,165
Accumulated losses		(29,268,581)	(28,663,015)
Total equity		6,555,191	7,081,666

The above consolidated statement of financial position is to be read in conjunction with the attached notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Contributed Equity \$	Reserves \$	Accumulated Losses \$	Total \$
At 1 July 2021	33,880,516	1,864,165	(28,663,015)	7,081,666
Loss for the period	-	-	(605,566)	(605,566)
Other comprehensive income	-	(133)	-	(133)
Total comprehensive income for the period	-	(133)	(605,566)	(605,699)
Transactions with owners in their capacity as owners:				
Monterey tenements acquisition	82,508	-	-	82,508
Issue costs	(3,284)	-	-	(3,284)
As at 31 December 2021	33,959,740	1,864,032	(29,268,581)	6,555,191
At 1 July 2020	27,990,778	740,578	(23,138,909)	5,592,447
Loss for the period	-	-	(1,639,620)	(1,639,620)
Other comprehensive income	-	(38,973)	-	(38,973)
Total comprehensive income for the period	-	(38,973)	(1,639,620)	(1,678,593)
Transactions with owners in their capacity as owners:				
Issue of shares	2,386,000	-	-	2,386,000
Issue costs	(105,079)	-	-	(105,079)
Issue of options	(88,500)	868,868	-	780,368
As at 31 December 2020	30,183,199	1,570,473	(24,778,529)	6,975,143

The above consolidated statement of changes in equity is to be read in conjunction with the attached notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Half year ended 31 Dec 2021 \$	Half year ended 31 Dec 2020 \$
Cash flows from operating activities		
Payments to suppliers (GST inclusive) and employees	(771,789)	(934,964)
Interest received	2,787	7,410
Other income	1,097	-
Net cash flows used in operating activities	(767,905)	(927,554)
Cash flows from investing activities		
Payments for exploration and evaluation costs	(573,856)	(178,676)
Payment for plant and equipment	(4,694)	(22,678)
Net cash flows used in provided by investing activities	(578,550)	(201,354)
Cash flows from financing activities		
Proceeds from issue of shares	-	2,158,000
Share issue costs	-	(105,080)
Net cash flows provided by/ (used in) financing activities	-	2,052,920
Net increase in cash and cash equivalents held	(1,346,455)	924,012
Cash and cash equivalents at beginning of period	6,375,836	2,795,592
Effects of exchange changes on balances held in foreign currencies	376	(1,660)
Cash and cash equivalents at the end of period	5,029,757	3,717,944

The above consolidated statement of cash flows is to be read in conjunction with the attached notes.

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation and accounting policies

This general-purpose financial report for the half year ended 31 December 2021 has been prepared in accordance with the *Corporations Act 2001* and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

The condensed half year financial report does not include notes of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as the full financial report.

It is recommended that the half year financial report be read in conjunction with the annual report for the year ended 30 June 2021 and considered together with any public announcements made by New Age Exploration Limited during the half year ended 31 December 2021 in accordance with the continuous disclosure obligations of the ASX listing rules. Comparative figures have been adjusted to conform with changes in presentation for the current period.

The accounting policies and methods of computation are consistent with those adopted in the most recent annual financial report, except for the impact of the Standards and Interpretations described below.

Adoption of New and Revised Accounting Standards

The Consolidated Entity has adopted all of the new and amended Australian Accounting Standards and AASB Interpretations that are relevant to its operations and effective for the current half-year. The adoption of the new and amended Standards and Interpretations has had no effect on the amounts reported for the current or prior half years.

The Directors have reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2021. As a result of this review, the Directors have determined that the expected impact to the Consolidated Entity will be immaterial.

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS CONTINUED

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

NOTE 2 EXPLORATION AND EVALUATION ASSETS

	31 Dec 2021	30 June 2021
	\$	\$
Movement in the carrying amounts of exploration and evaluation assets between the beginning and end of the financial period:		
Balance at the beginning of the financial period	851,148	2,960,098
Additions	728,484	631,511
Impairment	-	(2,740,461)
	<u>1,579,632</u>	<u>851,148</u>

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent upon the successful development and commercial exploitation or sale of the respective areas.

NOTE 3 ISSUED CAPITAL

	31 Dec 2021 Number	30 June 2021 Number	31 Dec 2021 \$	30 June 2021 \$
Ordinary shares – fully paid	1,435,898,910	1,428,398,910	33,959,740	33,880,516

Movement in ordinary shares

	No of Shares	Issue Price \$	\$
Balance 1 July 2021	1,428,398,910		33,880,516
Monterey tenements acquisition	7,500,000	\$0.011	82,508
Capital raising costs			(3,284)
Balance 31 December 2021	<u>1,435,898,910</u>		<u>33,959,740</u>

NOTE 4 SEGMENT INFORMATION

The Consolidated Entity operated predominantly as an explorer with the view to identify and advance attractive mineral deposits of sufficient grade and size to provide sustainable returns to shareholders.

The directors do not believe that there are any reportable segments that meet the requirements of AASB 8 *Segment Reporting*. The chief operating decision maker, being the Board of Directors, review geological results and other qualitative measures as a basis for decision making.

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS CONTINUED

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

NOTE 5 SUBSEQUENT EVENTS

No matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect the Consolidated Entity's operations, the results of those operations, or the Consolidated Entity's state of affairs in future financial periods.

NOTE 6 CONTINGENT ASSETS

In March 2019, NAE entered into an agreement to sell its 50% share in Cornwall Resources Ltd ("CRL") to Strategic Minerals plc ("SML"). The transaction was completed in July 2019 with the consideration including \$2.0m in royalty payments payable with \$1m falling due when net smelter sales arising from Redmoor production reaches A\$50m and the final \$1m falling due when net smelter sales arising from Redmoor production reaches A\$100m.

NOTE 7 CONTINGENT LIABILITIES

In August 2021, the Company acquired the northern Pilbara tenements from Monterey Minerals Inc (CSE:MREY) (Monterey). Under the Option and Asset Sale Agreement dated 28 September 2020 between NAE, Monterey and their subsidiaries, NAE had the right to acquire 100% ownership of the tenements from Monterey. The purchase price includes deferred consideration consisting of 30 million shares upon NAE delineating a 250koz gold indicated JORC resource on the tenements and a further 30 million shares upon NAE delineating a 500koz gold indicated JORC resource on the tenements.

In June 2016, NAE's majority owned subsidiary, NAE Aurora JV Cesar SAS (liquidated in the commercial registry of the Chamber of Commerce of Bogotá on 17 December 2015), received notice from the mining authority in Colombia for unpaid exploration licence payments. No legal proceeding has been filed and based on legal advice, management believes that any payment on this matter is unlikely. No liability has been recorded in the statement of financial position for this contingency.

DIRECTORS' DECLARATION

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

In the directors' opinion:

- the attached financial statements and notes thereto comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes thereto give a true and fair view of the Consolidated Entity's financial position as at 31 December 2021 and of its performance for the financial half year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant to section 303(5) of the Corporations Act 2001.

On behalf of the directors:



Joshua Wellisch
Executive Director

Melbourne
16th March 2022

RSM Australia Partners

Level 21, 55 Collins Street Melbourne VIC 3000

PO Box 248 Collins Street West VIC 8007

T +61 (0) 3 9286 8000

F +61 (0) 3 9286 8199

www.rsm.com.au

INDEPENDENT AUDITOR'S REVIEW REPORT To The Members of New Age Exploration Limited

Conclusion

We have reviewed the accompanying half-year financial report of New Age Exploration Limited ('the Company') and its controlled entities (together 'the Group') which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of New Age Exploration Limited does not comply with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2021 and of its performance for the half-year then ended; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* ('ASRE 2410'). Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of New Age Exploration Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2021 and of its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



RSM AUSTRALIA PARTNERS



R J MORILLO MALDONADO

Partner

Dated: 16 March 2022
Melbourne, Victoria